Bayfield County Forestry Department Contract Termination Standard (To Determine Damages)

Fixed Costs (in addition to any outstanding balance):

For any termination, even if the sale will not be re-offered, fixed costs will be:

Correspondence: 4 hours at administrator current hourly rate.

<u>Field Inspection</u>: 8 hours at forester current hourly rate, plus mileage.

If the sale is to be re-offered (in addition to any outstanding balance):

Correspondence: 4 hours at administrator current hourly rate.

Re-Sale Paperwork: 4 hours at forester current hourly rate.

<u>Field Inspection:</u> 8 hours at forester current hourly rate, plus mileage.

If there needs to be some additional field work involved to get the sale ready:

Additional Field Work: Actual time at forester current hourly rate, plus mileage.

Remaining Liquidated Damages (for re-offered sales):

Any extensions applied to the original total bid price will be used to determine the "new" terminated total bid price (currently, 5% over original bid price for first 1 year extension and 15% over original bid price for second and final 1 year extension)

After the sale has been re-offered, the new terminated total bid price will be subtracted from the re-offered winning bid price:

- If re-offered total is equal to or greater than the new terminated total, then all performance bond money minus the fixed admin costs and minus any outstanding balance will be returned to the contractor.
- If the re-offered total is less than the new terminated total, then the following will happen:
 - The difference between the new terminated total and the re-offered total, plus fixed admin costs, plus any outstanding balance will be subtracted from the retained performance bond money. After the subtraction, any positive balance will be returned to the contractor.